

9716

RECEIVED  
LEGISLATIVE AUDITOR  
2007 JUN 28 AM 10:49

FIRE PROTECTION DISTRICT NO. 1  
PARISH OF ST. MARY  
STATE OF LOUISIANA

FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED  
DECEMBER 31, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 7/18/07

## TABLE OF CONTENTS

	<u>PAGE</u>
<b>FINANCIAL INFORMATION SECTION</b>	
Accountant's Compilation Report	1
<b>Government-Wide Financial Statements</b>	
Statement of Net Assets	2
Statement of Activities	3
<b>Fund Financial Statements</b>	
Balance Sheet - Governmental Fund	4
Reconciliation of the Balance Sheet - Governmental Fund to the Statement of Net Assets	5
Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Fund	6
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Fund to the Statement of Activities	7
Notes to the Financial Statements	8 - 14
<b>REQUIRED SUPPLEMENTAL INFORMATION</b>	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Governmental Fund	16
<b>INFORMATION REQUIRED BY THE LOUISIANA GOVERNMENTAL AUDIT GUIDE</b>	
Schedule of Findings and Management's Corrective Action	18

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

## OFFICES

C. Burton Kolder, CPA\*  
Russell F. Champagne, CPA\*  
Victor R. Slaven, CPA\*  
P. Troy Courville, CPA\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Nixon, CPA\*

P.O. Box 1028  
Franklin, LA 70538

Phone (337) 828-0272  
Fax (337) 828-0290

Tynes E. Nixon, Jr., CPA  
Allen J. LaBry, CPA  
Albert R. Leger, CPA, PFS, CSA\*  
Penny Angelle Scruggins, CPA  
Christine L. Cousin, CPA  
Mary T. Thibodeaux, CPA  
Marshall W. Guidry, CPA  
Alan M. Taylor, CPA  
James R. Roy, CPA  
Robert J. Metz, CPA  
Kelly M. Doucet, CPA  
Cheryl L. Bartley, CPA, CVA  
Mandy B. Self, CPA  
Chris E. Biski, CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Clostio, CPA 2007

\* A Professional Accounting Corporation

183 South Beadle Rd.  
Lafayette, LA 70506  
Phone (337) 232-4141  
Fax (337) 232-8860

113 East Bridge St.  
Breaux Bridge, LA 70517  
Phone (337) 332-4020  
Fax (337) 332-2867

133 East Waddill St.  
Marksville, LA 71351  
Phone (318) 253-9252  
Fax (318) 253-8881

1234 David Dr. Ste 203  
Morgan City, LA 70380  
Phone (985) 384-2020  
Fax (985) 384-3020

408 West Cotton Street  
Ville Platte, LA 70586  
Phone (337) 363-2792  
Fax (337) 363-3049

332 West Sixth Avenue  
Oberlin, LA 70655  
Phone (337) 639-4737  
Fax (337) 639-4568

200 South Main Street  
Abbeville, LA 70510  
Phone (337) 893-7944  
Fax (337) 893-7946

450 East Main Street  
New Iberia, LA 70560  
Phone (337) 387-9204  
Fax (337) 387-9208

1013 Main Street  
Franklin, LA 70538  
Phone (337) 828-0272  
Fax (337) 828-0290

WEB SITE:  
[WWW.KCSRCPAS.COM](http://WWW.KCSRCPAS.COM)

The Board of Commissioners  
St. Mary Parish Fire Protection District No. 1  
Cypremort Point, Louisiana

We have compiled the accompanying basic financial statements of the St. Mary Parish Fire Protection District No. 1 as of and for the year ended December 31, 2006, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements, information that is the representation of the management of the St. Mary Parish Fire Protection District No. 1. We have not audited or reviewed the accompanying basic financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

The St. Mary Parish Fire Protection District No. 1 has not presented the management's discussion and analysis that the Government Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

*Kolder, Champagne, Slaven & Company, LLC*  
Certified Public Accountants

Franklin, Louisiana  
June 13, 2007

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

STATEMENT OF NET ASSETS  
December 31, 2006

ASSETS

Cash and cash equivalents	\$ 1,245,049
Investments	308,211
Ad valorem taxes receivable	166
Other assets	33
Capital assets, net of accumulated depreciation	<u>235,341</u>

Total assets	<u>1,788,800</u>
--------------	------------------

LIABILITIES

Accounts payable	<u>-</u>
------------------	----------

NET ASSETS

Invested in capital assets, net of related debt	235,341
Unrestricted	<u>1,553,459</u>

Total net assets	<u>\$ 1,788,800</u>
------------------	---------------------

The notes to the financial statements are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2006

Expenses:	
General government	\$ 26,162
Public safety - fire protection	<u>62,656</u>
Total program expenses	88,818
Program revenues	<u>-</u>
Net program expense	<u>(88,818)</u>
General revenues	
Allocation from St. Mary Parish	16,013
Other income	116
Investment earnings	<u>73,721</u>
Total general revenues	<u>89,850</u>
Increase in net assets	1,032
Net assets, beginning	<u>1,787,768</u>
Net assets, ending	<u>\$ 1,788,800</u>

The notes to the financial statements are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

BALANCE SHEET – GOVERNMENTAL FUND  
December 31, 2006

ASSETS

Cash and cash equivalents	\$ 1,245,049
Investments	308,211
Ad valorem taxes receivable	166
Other assets	<u>33</u>

Total assets	<u>\$ 1,553,459</u>
--------------	---------------------

LIABILITIES AND EQUITY

Liabilities:

Accounts payable	<u>\$ -</u>
------------------	-------------

Equity

Fund balance, unrestricted	<u>1,553,459</u>
----------------------------	------------------

Total liabilities and equity	<u>\$ 1,553,459</u>
------------------------------	---------------------

The notes to the financial statements are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

RECONCILIATION OF BALANCE SHEET – GOVERNMENTAL FUND  
TO THE STATEMENT OF NET ASSETS  
December 31, 2006

Total fund balance - governmental fund	\$ 1,553,459
--	--------------

The purchase of capital assets are reported as expenditures as they are incurred in governmental funds. The Statement of Net Assets reports capital assets as an asset to the District. These capital assets are depreciated over their estimated useful lives in the Statement of Activities and are not reported in the governmental funds.

Cost of capital assets	463,150	
Less: accumulated depreciation	<u>(227,809)</u>	
		<u>235,341</u>

Net assets	<u>\$ 1,788,800</u>
------------	---------------------

The notes to the financial statements are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – GOVERNMENTAL FUND  
For the Year Ended December 31, 2006

Revenues	
Allocation from St. Mary Parish	\$ 16,013
Other income	116
Investment earnings	<u>73,721</u>
Total revenues	<u>89,850</u>
Expenditures	
Current	
General government	26,162
Public safety	38,913
Capital outlay	<u>19,703</u>
Total expenditures	<u>84,778</u>
Excess of revenues over expenditures	5,072
Fund balance, beginning	<u>1,548,387</u>
Fund balance, ending	<u>\$ 1,553,459</u>

The notes to the financial statements are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – GOVERNMENTAL FUND TO THE  
STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2006

Net change in fund balance - governmental fund	\$ 5,072
--	----------

Amounts reported for governmental activities in the statement  
of activities are different as follows:

Governmental funds report capital outlays as expenditures.  
However, in the statement of activities, the cost of those  
assets are allocated over the estimated useful lives as  
depreciation expense.

Capital outlay	19,703	
Depreciation expense	<u>(23,743)</u>	
		<u>(4,040)</u>

Change in net assets of governmental activities	<u>\$ 1,032</u>
---	-----------------

The notes to the financial statements are an integral part of this statement.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2006

**INTRODUCTION**

Fire Protection District No. 1 of the Parish of St. Mary, State of Louisiana, was created by Ordinance No. 1096 of the St. Mary Parish Council on April 25, 1990 for the purpose of providing fire protection, medical assistance, and extrication rescue. The District encompasses all of the territory within Ward 2 of the Parish of St. Mary lying to the south and southwest of the centerline of the Gulf Intracoastal Waterway. The District's firefighters are volunteers of the Cypremort Point Volunteer Fire Department.

The accounting and reporting policies of the District conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:513, and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audits of State and Local Governmental Units.

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

The accompanying financial statements of the Fire Protection District No. 1 have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**B. REPORTING ENTITY**

The district is a component unit of the St. Mary Parish Council, the financial reporting entity. The parish council is financially accountable for the district because it appoints a voting majority of the board and has the ability to impose its will on them.

The accompanying financial statements presents information only on the funds maintained by the district and do not present information on the parish council, the general government services provided by that governmental unit, or the governmental units that comprise the financial reporting entity.

**C. FUND ACCOUNTING**

The district uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the Year Ended December 31, 2006

Funds of the district are classified as governmental funds. Governmental funds account for the district's general activities, including the collection and disbursement of specific or legally restricted monies. The following fund type is used by the district.

**General Fund** - The general operating fund of the district and accounts for all financial resources, except those required to be accounted for in other funds.

**D. BASIS OF ACCOUNTING**

**Fund Financial Statements (FFS)**

The amounts reflected in the Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Fund are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The Statement of Revenues, Expenditures and Changes in Fund Balance reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of operations.

The amounts reflected in the FFS use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The following practices are a summary of how the District accounts for its major sources of revenues and expenditures:

Revenues

Ad valorem taxes (which are based on population and homesteads in the District) are recorded in the year the tax assessments are received from the parish tax collector. Revenues from grants and intergovernmental revenues are recognized when management believes all significant grant or usage requirements have been met.

Interest income on investments is recorded when the investments have matured and the income is available. Substantially all other revenues are recorded when received.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except principal and interest on general long-term debt which is not recognized until due.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the Year Ended December 31, 2006

**Government-Wide Financial Statements (GWFS)**

The Statement of Net Assets and the Statement of Activities display information about the District as a whole. These statements include all the financial activities of the District. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Program Revenues

Program revenues included in the Statement of Activities are derived directly from users as a fee for services. Program revenues reduce the cost of the function to be financed from general revenues.

**E. BUDGETS**

The district follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The district prepares a proposed budget and submits it to the board prior to the beginning of each fiscal year.
2. The budget is adopted by the board.
3. Budgetary amendments involving increases or decreases in revenues or expenditures will require the approval of the board.
4. All budgetary appropriations lapse at the end of each fiscal year.
5. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or amended by the board.

**F. ENCUMBRANCES**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the district as an extension of formal budgetary integration in the funds.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the Year Ended December 31, 2006

**G. CASH AND CASH EQUIVALENTS**

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Under state law, the district may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

**H. INVESTMENTS**

Investments are limited by Louisiana Revised Statute (R.S. 33:2955) and the district's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. For the year ended December 31, 2006, the district's investments include amounts deposited with the Louisiana Asset Management Pool.

**I. CAPITAL ASSETS**

Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of the donation.

Capital assets are recorded in the Statement of Net Assets and Statement of Activities. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	25 years
Fire Trucks	15 years
Equipment	5-10 years

**J. LONG-TERM OBLIGATIONS**

There are no long-term obligations outstanding at December 31, 2006.

**K. FUND EQUITY**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Any designations of fund balance represent tentative management plans that are subject to change.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the Year Ended December 31, 2006

**L. RESTRICTED NET ASSETS**

In the government-wide Statement of Net Assets, net assets are recorded as restricted when constraints placed on net asset use are either externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or are imposed by law through constitutional provisions or enabling legislation.

**M. USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2 - CASH AND CASH EQUIVALENTS**

At December 31, 2006, the District has cash and cash equivalents (book balances) totaling \$1,244,549 in an interest-bearing demand deposit checking account. These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2006, the District has \$1,245,697 in deposits (collected bank balances). These deposits are secured from risk by \$100,000 federal deposit insurance and securities pledged by the fiscal agent bank with a market value at December 31, 2006 of \$1,271,516.

**NOTE 3 - INVESTMENTS**

The District can invest in securities of the United States Government unless such an investment is expressly prohibited by law.

Investments in the amount of \$308,211 at December 31, 2006 are in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section II 50.165, the investment in LAMP is not categorized in the three risk categories provided by GASB Codification I 50.164 because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, and is governed by a board of directors comprised of representatives from various local governments and statewide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the Year Ended December 31, 2006

backed by the U. S. Treasury, the U. S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balance.

**NOTE 4 - LEASES**

The District has no material long-term non-cancelable lease commitments at December 31, 2006.

**NOTE 5 - CAPITAL ASSETS**

Capital assets and depreciation activity for the year ended December 31, 2006 follows:

	Balance January 1, 2006	Additions	Deletions/ Adjustments	Balance December 31, 2006
Buildings	\$ 47,198	\$ 10,522	\$ -	\$ 57,720
Equipment	316,578	4,373	-	320,951
Land and improvements	<u>79,671</u>	<u>4,808</u>	<u>-</u>	<u>84,479</u>
Total	443,447	19,703	-	463,150
Less: accumulated depreciation	<u>(204,066)</u>	<u>(23,743)</u>	<u>-</u>	<u>(227,809)</u>
Net capital assets	<u>\$ 239,381</u>	<u>\$ (4,040)</u>	<u>\$ -</u>	<u>\$ 235,341</u>

Depreciation expense in the amount of \$23,743 was charged to Health and Welfare.

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the Year Ended December 31, 2005

**NOTE 7 – RELATED PARTIES**

The Cypremort Point Volunteer Fire Department provides volunteer firefighters for Fire Protection District No. 1.

The District is also a related party of the St. Mary Parish Council, the primary government. See Note 1 for further explanation of this relationship. The Parish Council allocated \$16,013 in funds to the District during the year ended December 31, 2006.

**NOTE 8 – RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft, or damage to assets, errors and omissions, injuries to employees and natural disasters. The District has purchased commercial insurance to protect against loss from substantially all of these perils.

**NOTE 9 – LITIGATION**

There is no litigation pending against the District at December 31, 2006.

**NOTE 10 – COMPENSATION PAID TO COMMISSIONERS**

The District's commissioners received the following per diem for the year ended December 31, 2006:

<u>Name</u>	<u>Amount</u>
Robert Auerbach	\$ 360
Richard Legnon	360
Therisa Trosclair	240
Nicky Begnaud	330
Carolyn Simon	300
	<u>\$ 1,590</u>

REQUIRED SUPPLEMENTAL INFORMATION

FIRE PROTECTION DISTRICT NO. 1 OF THE PARISH OF ST. MARY  
STATE OF LOUISIANA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (GAAP BASIS) AND ACTUAL - GOVERNMENTAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budget		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Allocation from St. Mary Parish	\$ 15,800	\$ 15,800	\$ 16,013	\$ 213
Other income	-	-	116	116
Investment earnings	69,700	69,700	73,721	4,021
<b>Total revenues</b>	<b>85,500</b>	<b>85,500</b>	<b>89,850</b>	<b>4,350</b>
<b>Expenditures</b>				
Current - General government				
Board per diem	1,800	1,800	1,590	210
Electric	1,300	1,300	1,212	88
Insurance	8,300	8,300	7,303	997
Miscellaneous	1,200	1,200	19	1,181
Office expense	500	500	525	(25)
Official journal	1,200	1,200	874	326
Telephone	1,600	1,600	1,383	217
Professional fees	2,000	2,000	4,256	(2,256)
Outside services	9,000	9,000	9,000	-
<b>Total general government</b>	<b>26,900</b>	<b>26,900</b>	<b>26,162</b>	<b>738</b>
Current - Public safety				
Communication	1,000	1,000	5,347	(4,347)
Grounds and building maintenance	5,000	21,000	21,724	(724)
Prevention services	-	-	-	-
Public safety equipment	3,000	3,000	5,374	(2,374)
Training	1,000	1,000	218	782
Trucks and pump maintenance	2,000	2,000	2,179	(179)
Water supply	-	-	-	-
<b>Total public safety</b>	<b>12,000</b>	<b>28,000</b>	<b>34,842</b>	<b>(6,842)</b>
Current - Health and safety				
Emergency medical technician	1,000	1,000	4,071	(3,071)
Capital outlay	40,000	24,000	19,703	4,297
<b>Total expenditures</b>	<b>79,900</b>	<b>79,900</b>	<b>84,778</b>	<b>(4,878)</b>
Excess (deficiency) of revenues over expenditures	5,600	5,600	5,072	(528)
Fund balance, beginning	1,548,387	1,548,387	1,548,387	-
Fund balance, ending	<b>\$ 1,553,987</b>	<b>\$ 1,553,987</b>	<b>\$ 1,553,459</b>	<b>\$ (528)</b>

INFORMATION REQUIRED BY THE LOUISIANA  
GOVERNMENTAL AUDIT GUIDE

FIRE PROTECTION DISTRICT NO. 1  
OF THE PARISH OF ST. MARY,  
STATE OF LOUISIANA

SCHEDULE OF FINDINGS AND MANAGEMENT'S CORRECTIVE ACTION  
Year Ended December 31, 2006

Finding: Actual expenditures exceeded budgeted expenditures by more than the legally allowed unfavorable variance of five percent.

Cause: The District failed to amend its budget when it became aware that its actual expenditures would exceed budgeted revenues.

Recommendation: The District should amend its budget when it becomes aware that anticipated actual expenditures will vary unfavorably from budgeted expenditures by more than five percent.

Management's Response and Corrective Action: In the future, management will attempt to adhere to the budget laws and amend our budget when necessary.